SENATE BILL No. 441

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DIGEST OF INTRODUCED BILL

Citations Affected: IC 6-1.1-12.1-15; IC 6-1.1-20.8-5.

Synopsis: Tax abatement allocation. Requires the county auditor in Vanderburgh County to reallocate the property tax abatements and enterprise zone inventory credits in the county among the townships based upon each township's proportional share of the county's total assessed value. Requires the county auditor to subtract the amount of the township's allocation from the township's total assessed value for purposes of determining the township's tax rate.

Effective: July 1, 2005.

Server

January 13, 2005, read first time and referred to Committee on Tax and Fiscal Policy.

C o p y

First Regular Session 114th General Assembly (2005)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.
  Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.
  Conflict reconciliation: Text in a statute in *this style type* or *~~this style type~~* reconciles conflicts between statutes enacted by the 2004 Regular Session of the General Assembly.

SENATE BILL No. 441

A BILL FOR AN ACT to amend the Indiana Code concerning taxation.

Be it enacted by the General Assembly of the State of Indiana:

1   SECTION 1. IC 6-1.1-12.1-15 IS ADDED TO THE INDIANA
2   CODE AS A **NEW** SECTION TO READ AS FOLLOWS
3   [EFFECTIVE JULY 1, 2005]: **Sec. 15. (a) This section applies only**
4   **to a county having a population of more than one hundred seventy**
5   **thousand (170,000) but less than one hundred eighty thousand**
6   **(180,000).**
7   **(b) The county auditor shall determine an abatement allocation**
8   **under STEP FIVE of the following formula for each township in**
9   **the county:**
10   **STEP ONE: Determine the total deductible amount of the**
11   **assessed value of all the property located in the county subject**
12   **to a deduction provided under this chapter.**
13   **STEP TWO: Determine the county's total assessed value,**
14   **including the assessed value of property subject to a deduction**
15   **provided under this chapter.**
16   **STEP THREE: Determine the township's total assessed value,**
17   **including the assessed value of property subject to a deduction**

1   **provided under this chapter.**

2   **STEP FOUR: Divide the STEP THREE result by the STEP**
3   **TWO result.**

4   **STEP FIVE: Multiply the STEP ONE result by the STEP**
5   **FOUR result.**

6   **(c) For purposes of calculating a township's tax rate under**
7 **IC 6-1.1-17, the county auditor shall subtract the township's**
8 **abatement allocation from the township's total assessed value**
9 **instead of subtracting the assessed value of property located in the**
10 **township subject to a deduction provided under this chapter.**

11   SECTION 2. IC 6-1.1-20.8-5 IS ADDED TO THE INDIANA
12 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
13 [EFFECTIVE JULY 1, 2005]: **Sec. 5. (a) This section applies only to**
14 **a county having a population of more than one hundred seventy**
15 **thousand (170,000) but less than one hundred eighty thousand**
16 **(180,000).**

17   **(b) The county auditor shall determine an enterprise zone**
18 **allocation under STEP FIVE of the following formula for each**
19 **township in the county:**

20   **STEP ONE: Determine the assessed value of all the property**
21   **located in the county subject to a credit provided under this**
22   **chapter.**

23   **STEP TWO: Determine the county's total assessed value,**
24   **including the assessed value of property subject to a credit**
25   **provided under this chapter.**

26   **STEP THREE: Determine the township's total assessed value,**
27   **including the assessed value of property subject to a credit**
28   **provided under this chapter.**

29   **STEP FOUR: Divide the STEP THREE result by the STEP**
30   **TWO result.**

31   **STEP FIVE: Multiply the STEP ONE result by the STEP**
32   **FOUR result.**

33   **(c) For purposes of calculating a township's tax rate under**
34 **IC 6-1.1-17, the county auditor shall subtract the township's**
35 **enterprise zone allocation from the township's total assessed value**
36 **instead of subtracting the assessed value of property located in the**
37 **township subject to a credit provided under this chapter.**

38   SECTION 3. [EFFECTIVE JULY 1, 2005] **IC 6-1.1-12.1-15 and**
39 **IC 6-1.1-20.8-5, both as added by this act, apply only to property**
40 **taxes first due and payable after December 31, 2005.**